

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Home Department – C.I.D – Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 – Attachment of Properties in respect of M/s.Pearls Agrotech Corporation Limited and its Directors and Management (accused A1-A8), Vijayawada in 1) Cr.No.66/2012, u/s. 420, 120B IPC and section 5 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 and his legal heirs – Attachment of properties – Ad-Interim Orders – Issued.

HOME (ARMS&SPF) DEPARTMENT

G.O.MS.No. 151.

Dated:31-10-2014

Read the following:

1. G.O.Ms.No.193,Home Genl.B) Dept.,dt.23-8-2001.
2. From the Addl.DGP, C.I.D.,A.P. Hyderabad, Lr.
C.No. 2550/ EOW/C-12/APCID/2011, dt: -07-2014.

ORDER:

Whereas, in the G.O. 1st read above, orders were issued appointing the Additional Director General of Police, Crime Investigation Department, Andhra Pradesh or Inspector General of Police, Crime Investigation Department, as the "Competent Authority" under sub-section (1) of section 4 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 (Andhra Pradesh Act.No.17 of 1999) to exercise control over the properties attached by the Government under section 3 of the said Act;

2. And whereas, in the reference 2nd read above, the Additional Director General of Police, Crime Investigation Department, requested the Government to accord ad-interim orders for attachment of certain properties held in the name of M/s.Pearls Agrotech Corporation Limited, Vijayawada represented by its Chairman and MD Sri Sukhdev Singh along with seven others. The M/s.Pearls Agrotech Corporation Limited, Vijayawada, through their branches in Andhra Pradesh, is collecting deposits from the general public in the guise of real estate business and cheating gullible public. They have announced several schemes through newspaper advertisements and internet. It is a registered firm having its main office at Jaipur and corporate office at New Delhi. In Andhra Pradesh there are 7 branches of PACL situated at Vijayawada, Ongole, Nellore, Rajahmundry, Visakhapatnam, Kurnool and Guntur. Since 2004, the company had acquired thousands acres of land in Andhra Pradesh and it came to light that some customers who deposited their amounts in the company have neither received their investments with interests nor got registered any piece of land even after maturity of their deposits. The Company is resorting to money circulation activity under schemes and plans i.e. CDPP (cash down payment plan) and IPP (Installment payment plan) in collecting deposits by enrolling the customers under chain system offering incentives and gifts through their agents. PACL has done business for more than ₹ 1500 Crores (Rupees Fifteen hundred Crores only) during the last five years but no allotment or registration of lands has taken place to the customers;

3. And whereas, the accused purchased various immovable properties in the name of above said Firm / Company in Andhra Pradesh. The accused entered into conspiracy with other accused and collected deposits from the depositors under various deposit schemes organized after the incorporation of the said Company / Firm, misappropriated them and cheated the public, for their own benefit and committed criminal breach of trust;

(P.T.O.)

4. And whereas, the Additional Director General of Police, Crime Investigation Department furnished the details of the interests and position of the above accused persons in the above companies / concerns / firms as follows **(A-1 to A-8 accused)**:

1. A1-Pearls Agrotech Corporation Ltd., (PACL) represented by its CMD.
2. A2- Sukhadev Singh Chairman-cum-Managing Director, V&PO, Jhalian Kalan, The&Dist., Ropar Panjab.
3. A3-Tarlochan Singh, Director, V&PO BhojeMajra, The& Dist., Ropar Panjab
4. A4-Subrata Bhattacharya, Director, H.No.87, Pocket C-13, Sector-3, Rohini, Delhi-110085.
5. A5-Gurmeet Singh, Director, 49, Eklavya Apartment, Sector-13, Rohini, Delhi-110085.
6. A6-S.K.Gaur, Company Secretary, EK-29 Shatri Nagar, Delhi-110052.
7. A7-Nirmal Singh Bhanboo, New Delhi.
8. A8-Chandra Mouli Reddy, Business Development Officer, S/o.Veera Reddy BDO, Business_PACL Ltd., Andhra Pradesh, Hyderabad.

5. And whereas, at the time of investigation, the Company has issued bonds to the depositors, but even after their maturity, the Company had neither paid back the amounts with the interest promised, nor registered any land on their names. Thus, the company along with its directors and Management conspired together and cheated the depositors. On 27-08-2012, 10 teams under the supervision of a Deputy Superintendent of Police rank officer conducted searches on the branch offices at Hyderabad., Vijayawada, Ongole, Nellore, Rajahmundry, Visakhapatnam, Khammam, Kurnool and Guntur and seized certain records, documents, articles and cash from the respective offices through mediator reports. Afterwards, requisitions were given to the Sub-Registrar offices in Andhra Pradesh to furnish the information regarding possession of lands and immovable properties by the PACL India Limited, in Andhra Pradesh along with details of location, Survey Nos and extension of lands. Upon that, the investigation officer collected the data of lands acquired by PACL Company with the deposits of the depositors during the period of their schemes envisaged at their branch offices in Andhra Pradesh. The details of accounts frozen, amounts seized and properties identified for attachment are shown in Annexure – I, II & III;

6. And whereas, the accused purchased various immovable properties in the name of said Firm / Company in Andhra Pradesh. The accused entered into conspiracy with other accused and collected deposits from the depositors under various deposit schemes organized after the incorporation of the said Company / Firm, misappropriated them and cheated the public, for their own benefit and committed criminal breach of trust;

7. And whereas, the Government after a careful examination of the matter and based on the report of the Additional Director General of Police, Crime Investigation Department and on a perusal of the record sent by him have satisfied that the above company and firm are “financial establishments” within the meaning of section 2 (c) of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 and are not likely to return the said deposits in cash or kind after maturity, or in any manner agreed upon to the depositors and that immediate orders are necessary to effect an ad interim attachment of the properties described in the Annexure appended to this G.O. in order to protect the interests of the depositors;

(Contd...3)

8. Now, in the circumstances reported by the Additional Director General of Police, Crime Investigation Department, Andhra Pradesh, Hyderabad in the reference 2nd read above, Government have examined the matter carerfully in the light of the provisions of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 (Act.No. 17 of 1999) and hereby pass an ad-interim order u/s 3 of the said Act, for attachment of the properties as Annexed in I, II & III to this order in respect of M/s.Pearls Agrotech Corporation Limited, Vijayawada in order to protect the interest of the depositors of the said defaulted financial establishments.

9. The Additional Director General of Police, Crime Investigation Department, Andhra Pradesh, Hyderabad and Competent Authority is requested to take necessary further action in the matter accordingly, as per the provisions of the said Act and the Rules made there under following due procedure and send compliance report to the Government.

10. This order is available on internet and can be accessed at address <http://goir.ap.gov.in/>

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

Dr. B.PRASADA RAO
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Additional Director General of Police, CID,
Andhra Pradesh, Hyderabad(w.e.).

Copy to:-

The Director General of Police, Andhra Pradesh, Hyderabad (w.e.)
The Commissioner & Inspector General of Registration and
Stamps, Andhra Pradesh, Hyderabad w.e.).
The PS to Principal Secretary to Government, Home Department (w.e.)
The Law (C) Department (w.e.).
Sc/Sf.

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SECTION OFFICER.

ANNEXURE - I

DETAILS OF THE BANK ACCOUNTS OF PACL FROZEN BY CID.

CSC	BAN K	A/C NUMBER	BALANCE-Rs.	DISB NUMBER	A/C	BALANCE-Rs.
Rajahmundry	IDBI	12218	20,54,752.00	12227		42,07,587.00
Vijayawada	IDBI	0891020000714	22,26,125.66	089102000011732		43,44,882.51
Vijayawada	Axis	069010200019895	4,771.93	069010200019886		7,31,983.84
Ongole	IDBI	0738102000002035	2,46,015.00	0738102000002042		42,86,184.00
Ongole	PNB	1020002100010852	86,251.50	1020002100010861		4,15,683.71
Nellore	IDBI	337102000004497	2,23,394.00	337102000004418		39,33,193.00
Khammam	IDBI	374102000004107	4,87,383.00	374102000004084		49,58,705.00
Kurnool	IDBI	0214102000005401	24,18,327.00	0214102000005418		44,13,871.00
Visakhapatnam	IDBI	0031102000031268	19,30,896.00	0031102000031259		42,64,682.50
Guntur	BOB	35000200000083	8,62,241.00	35000200000084		71,92,030.00
Secunderabad	IDBI	297102000005692	5,16,957.34	297102000005708		46,93,390.00
Hyderabad	PNB	NA	0	1002100016115		74,007.00
Total			1,10,57,114.43			4,35,16,199.56
Grand Total						5,45,73,313.99

Dr. B.PRASADA RAO
PRINCIPAL SECRETARY TO GOVERNMENT

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ANNEXURE II

**STATEMENT SHOWING THE AMOUNTS SEIZED DURING
SEARCHES CONDUCTED ON 27.08.2012 AT PACL BRANCH
OFFICES**

Sl. No.	Name of the Branch	Amount Seized- Rs.
1	Vijayawada	2,39,350
2	Guntur	71,002
3	Ongole	2,95,940
4	Kurnool	20,80,408
5	Rajahmundry	1,421
6	Nellore	97,585
7	Secunderabad	10,110
8	Khammam	2, 89,800
	Total	30,85,616

**Dr. B.PRASADA RAO
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ANNEXURE-III
STATEMENT SHOWING THE DETAILS OF EXTENT AND VALUE
OF THE LAND IN POSSESSION OF PACL IN ANDHRA PRADESH

Sl. No.	District	SRO	Tahasildar	Village	Extent Acre – cents.	Value of land
1	KRISHNA	IBRAHIM PATNAM	IBRAHIM PATNAM	JUPUDI	16. 39 1/4	4,63,27,500
2	NELLORE	UDAYAGIRI	SEETHRAMAPURAM	BALYAPALLI	51.02	10,29,000
3	do	do	UDAYAGIRI	KIRSHNAREDDY PALLI H/O BANDAGANIPALLI	77.10	15,46,000
4	GUNTUR	VINUKONDA	BOLLAPALLI	RAVULAPURAM	179.97	44,99,250
5	do	do	-do-	MUGACHINTHALAPALEM H/o VADDEMGUNTA	99.62	32,87,460
6	PRAKASAM	GIDDALAU	RACHERLA	AKAVEEDU	203.63	34,62,500
7	-DO-	KANIGIRI	CS.PURAM	KOVILAMPADU	54.87	6,05,000
8	-DO-	PODILI	THARLUPADU	MANGALAGUNTA	99.00	10,89,500
9	-DO-	Y.PALEM	PULLALACHERUVU	MANEPALLI	251.67	55,36,740
10	-DO-	CUMBUM	ARDHAVEEDU	KAKARLA	119.65	19,70,900
11	-DO-	MARKAPUR	DORNALA	PEDDA BOMMALAPURAM	167.47	28,51,500
				TOTAL ACRE:	1320.39 1/4	7,22,05,350
12	NEW DELHI	O/O Sub-Registrar-VII, C. Block, Vikas Sadan, I.N.A. New Delhi-23		PACL CORPORATE OFFICE, 7th Floor, In building as Gopal Das Bhawan. Plot No. 28. Barkhamba Road, New Delhi-1.	11369 Sft	14,46,06,000
13	HYDERABAD	Sub- Registrar office, Secunderabad	Musheerabad, Secunderabad	Sardar Patel Road, Secunderabad.	1703 Sft	24,00,000
				Total Sq.Ft. & value in Rs.:	13072 Sft	14,70,06,000

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